

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

G

W-01865A  
Groom Creek Water Users Association  
4209 S. Adeline Dr.  
Prescott, AZ 86303

RECEIVED

**ANNUAL REPORT**

MAY 15 2008

AZ CORP COMM  
Director Utilities

**FOR YEAR ENDING**

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

5-16-08

SCANNED

## COMPANY INFORMATION

Company Name (Business Name) <u>GROOM CREEK WATER USERS ASSOCIATION</u>			
Mailing Address <u>4209 S. ADELIN DR</u>			
<u>PRESCOTT</u>	<u>AZ</u>	<u>86303</u>	
(City)	(State)	(Zip)	
<u>928-717-4495</u>	<u>928-443-5017</u>	<u>—</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>NONE</u>			
Local Office Mailing Address <u>4209 S. ADELIN DR</u>			
<u>PRESCOTT</u>	<u>AZ</u>	<u>86303</u>	
(City)	(State)	(Zip)	
<u>928-717-4495</u>	<u>928-443-5017</u>	<u>—</u>	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>NONE</u>			

## MANAGEMENT INFORMATION

Management Contact: <u>JERRY D. HODGSON</u>				<u>PRESIDENT, BD OF DIRECTORS</u>	
(Name)				(Title)	
<u>2500 N. 10TH ST</u>					
(Street)				(City)	(State) (Zip)
<u>928-443-8654</u>	<u>928-443-5017</u>	<u>928-925-0204</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)			
Email Address <u>jmhdgson1@msn.com</u>					
On Site Manager: <u>MARGIE L. GOOD</u>					
(Name)					
<u>P.O. Box 758</u>	<u>MAYER</u>	<u>AZ</u>	<u>86333</u>		
(Street)	(City)	(State)	(Zip)		
<u>928-632-4880</u>	<u>928-632-5062</u>	<u>928-925-1586</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)			
Email Address <u>MARGOOD@CABLEONE.NET</u>					

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: KAL MILLER

(Name)

118 W. NORTHVIEW AVE. PHOENIX AZ

(Street)

(City)

(State)

85021

(Zip)

602-944-0307

Telephone No. (Include Area Code)

602-861-9359

Fax No. (Include Area Code)

602-725-3001

Cell No. (Include Area Code)

Attorney: \_\_\_\_\_

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address \_\_\_\_\_

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☒ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

GCWUA

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	10,692.11	10,262.85	429.28
307	Wells and Springs	14,908.29	14,120.16	788.13
311	Pumping Equipment	29,452.41	27,756.28	1,696.13
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	61,565.58	61,565.58	0
331	Transmission and Distribution Mains	112,908.15	98,229.82	14,678.33
333	Services			
334	Meters and Meter Installations	9,144.94	9,144.94	0
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	10,553.25	10,553.25	0
340	Office Furniture and Equipment	3,141.88	786.90	2,354.98
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	15,608.81	15,608.81	0
344	Laboratory Equipment			
345	Power Operated Equipment	10,575.80	1,607.52	8,968.28
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	276,903.87	249,636.09	28,915.13

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME GCWUACALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	10,692.11	3.33 %	356.04
307	Wells and Springs	14,908.29	3.33 %	496.44
311	Pumping Equipment	29,452.41	12.5	3,681.55
320	Water Treatment Equipment	728.00	3.33	24.24
330	Distribution Reservoirs and Standpipes	61,565.58	2.22	φ
331	Transmission and Distribution Mains	112,908.15	2.00	2,258.16
333	Services	29,795.00	3.33	992.17
334	Meters and Meter Installations	9,144.94	8.33	φ
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	10,553.25	6.67	φ
340	Office Furniture and Equipment	3,141.88	6.67	209.56
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	15,738.81	5.00	φ
344	Laboratory Equipment			
345	Power Operated Equipment	15,476.00	5.00	773.80
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	276,903.87		12,411.32

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
 Acct. No. 403.

COMPANY NAME

GCWUA

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 66,156.76	\$ 72,603.68
134	Working Funds		
135	Temporary Cash Investments	84,589.04	19,047.03
141	Customer Accounts Receivable	2,183.93	3,328.53
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	7,849.49	45,493.49
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 160,779.22	\$ 140,472.73
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 296,907.80	\$ 296,908.80
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	241,860.54	245,231.08
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 55,047.26	\$ 51,677.72
	<b>TOTAL ASSETS</b>	\$ 215,826.48	\$ 192,150.45

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME

GCWUA

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)	7,049.25	7,419.93
234	Notes/Accounts Payable to Associated Companies		347.02
235	Customer Deposits		
236	Accrued Taxes	2,971.00	912.07
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		2,664.00
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 10,020.25	\$ 11,343.02
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 146,294.37	\$ 136,765.59
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$	\$
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	10,653.00	12,780.94
215	Retained Earnings	48,856.86	31,260.90
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 59,511.86	\$ 44,041.84
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 215,826.48	\$ 192,150.46

COMPANY NAME GCWUACOMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 58,316.00	\$ 60,660.70
460	Unmetered Water Revenue NSF CKS, REPUNDS		< 420.09 >
474	Other Water Revenues	7,840.76	1,997.40
	<b>TOTAL REVENUES</b>	\$ 66,156.76	\$ 62,238.01
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	3,501.56	3,622.71
618	Chemicals		
620	Repairs and Maintenance	17,896.44	36,045.83
621	Office Supplies and Expense	795.81	5,055.10
630	Outside Services	10,562.40	10,044.64
635	Water Testing	2,207.82	3,047.96
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	1,508.97	2,213.75
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	6,244.11	4,700.32
403	Depreciation Expense	13,845.20	7,600.90
408	Taxes Other Than Income		1,365.32
408.11	Property Taxes	2,960.99	2,340.47
409	Income Tax	4,549.00	2,545.06
	<b>TOTAL OPERATING EXPENSES</b>	\$ 52,676.53	\$ 80,352.07
	<b>OPERATING INCOME/(LOSS)</b>	\$ 13,480.28	\$ < 18,114.06 >
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 4,609.17	\$ 3,593.71
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	< 6,641.37 >	< 7,406.08 >
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ < 1,050.61 >	\$ < 3,812.37 >
	<b>NET INCOME/(LOSS)</b>	\$ 12,429.62	\$ < 20,156.42 >



COMPANY NAME

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	07/1982			
Source of Loan	FHA/USDA			
ACC Decision No.				
Reason for Loan	PERCHASE COMPANY			
Dollar Amount Issued	\$ 258,750	\$	\$	\$
Amount Outstanding	\$ 136,765.59	\$	\$	\$
Date of Maturity	06/2022			
Interest Rate	5.0 %	%	%	%
Current Year Interest	\$ 7,405.05	\$	\$	\$
Current Year Principle	\$ 7,210.95	\$	\$	\$

Meter Deposit Balance at Test Year End \$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year \$ \_\_\_\_\_

COMPANY NAME <b>GCWSUA</b>	
Name of System:	ADEQ Public Water System Number: <b>13-040</b>

## WATER COMPANY PLANT DESCRIPTION

### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<b>55-800987</b>	<b>3</b>	<b>45</b>	<b>190</b>	<b>8</b>		<b>1981</b>
<b>55-556222</b>	<b>2</b>	<b>25</b>	<b>240</b>	<b>8</b>		<b>1982</b>

\* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
<b>NONE</b>		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<b>5</b>	<b>2</b>	<b>0</b>	<b>0</b>

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<b>44,000</b>	<b>2</b>	<b>3000</b>	<b>1</b>
<b>5,000</b>	<b>1</b>		

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

COMPANY NAME	GCWJA	
Name of System:	ADEQ Public Water System Number:	13-040

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

MAINS		
Size (in inches)	Material	Length (in feet)
2	TRAN SITE	
3	"	2450
4	"	8,200
5	"	2,050
6	"	5,650
8		
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	228
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

*AUTOMATIC CHLORINATOR x2*

STRUCTURES:

*2 FRAMED WELLHOUSES; ONE w/ROOF HATCH FOR REMOVAL OF SUB PUMP*

*TWO STORAGE TANKS*

*1 10x10 OFFICE/STORAGE*

OTHER:

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

COMPANY NAME: <u>GCUJA</u>	
Name of System:	ADEQ Public Water System Number: <u>13-040</u>

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007**

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	<u>225</u>	<u>505,710</u>	<u>766,400</u>	<u>0</u>
FEBRUARY	<u>225</u>	<u>355,360</u>	<u>377,800</u>	<u>0</u>
MARCH	<u>226</u>	<u>414,710</u>	<u>472,200</u>	<u>0</u>
APRIL	<u>226</u>	<u>444,570</u>	<u>449,900</u>	<u>0</u>
MAY	<u>226</u>	<u>853,650</u>	<u>884,100</u>	<u>0</u>
JUNE	<u>225</u>	<u>805,360</u>	<u>878,400</u>	<u>0</u>
JULY	<u>226</u>	<u>778,770</u>	<u>857,400</u>	<u>0</u>
AUGUST	<u>226</u>	<u>569,160</u>	<u>523,170</u>	<u>0</u>
SEPTEMBER	<u>226</u>	<u>639,460</u>	<u>714,230</u>	<u>0</u>
OCTOBER	<u>226</u>	<u>517,260</u>	<u>588,300</u>	<u>0</u>
NOVEMBER	<u>226</u>	<u>481,580</u>	<u>511,700</u>	<u>0</u>
DECEMBER	<u>226</u>	<u>404,800</u>	<u>407,900</u>	<u>0</u>
TOTALS →		<u>6,770,390</u>	<u>7,432,000</u>	<u>0</u>

What is the level of arsenic for each well on your system? 0.001 mg/l  
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? N/A GPM for \_\_\_\_\_ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?  
(☒) Yes                      ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
( ) Yes                      (☒) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
( ) Yes                      (☒) No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

COMPANY NAME GCKUSA YEAR ENDING 12/31/2007

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 2,502.48

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

THERE WILL BE A CHARGE FOR EACH RETURNED CHECK  
AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

RECEIVED

APR 29 2008

AZ CORP COMM  
Director Utilities**VERIFICATION**STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>YAVAPAI</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>LOREN GREENBERG, TREASURER</u>
COMPANY NAME	<u>GROOM CREEK WATER USERS ASSOCIATION</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2007</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Loren Greenberg, Treasurer  
SIGNATURE OF OWNER OR OFFICIAL  
623-583-2559  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

25thDAY OF April  
OFFICIAL SEAL

**YVONNE M. SELMON**  
NOTARY PUBLIC - State of Arizona  
MARICOPA COUNTY  
My Comm. Expires Jan. 3, 2010

COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>April</u>	<u>2008</u>

Yvonne M. Selmon  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

1/3/2010

COMPANY NAME Groom Creek Water Users Assn YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 0  
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported 0  
Estimated or Actual State Tax Liability 0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0  
Amount of Gross-Up Tax Collected 0  
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
SIGNATURE

13 MAY 2008  
DATE

JERRY D. HEDGSON  
PRINTED NAME

PRESIDENT, BOARD OF DIRECTORS  
TITLE



**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

RECEIVED

APR 29 2008

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>YAVAPAI</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>LOREN GREENBERG, TREASURER</u>
COMPANY NAME	<u>GROOM CREEK WATER USERS ASSOCIATION</u>

GROOM CREEK COMM  
Director Utilities

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 64,467.26

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 3,806.56  
IN SALES TAXES BILLED, OR COLLECTED)

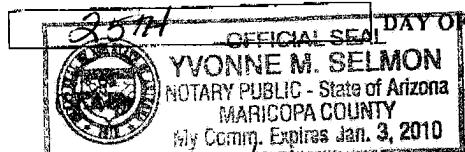
**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

*Loren Greenberg*  
SIGNATURE OF OWNER OR OFFICIAL  
623-583-2558  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



MY COMMISSION EXPIRES

1/3/2010

COUNTY NAME	<u>MARICOPA</u>
MONTH	<u>APRIL</u>
	<u>2008</u>

*Yvonne M. Selmon*  
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE**  
Intrastate Revenues Only

**RECEIVED**

MAY 15 2008

AZ CORP COMM  
Director Utilities

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <b>YAVAPAI</b>	
NAME (OWNER OR OFFICIAL) <b>JERRY D HODGSON</b>	TITLE <b>PRESIDENT, BO OF DIRECTORS</b>
COMPANY NAME <b>GROVE CREEK WATER USERS ASSN.</b>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH <b>12</b>	DAY <b>31</b>	YEAR <b>2007</b>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:


ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 66,251.81

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ - 0 -

IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

  
SIGNATURE OF OWNER OR OFFICIAL  
(928) 443-8654  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

13

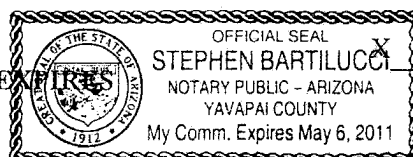
DAY OF

NOTARY PUBLIC NAME <b>Stephen Bartilucci</b>	
COUNTY NAME <b>Yavapai</b>	
MONTH <b>MAY</b>	20 <b>08</b>

(SEAL)

MY COMMISSION EXPIRES

5-6/2011



  
SIGNATURE OF NOTARY PUBLIC